



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
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February 12, 1988

Mr. Niels Haubold
Umetco Minerals Corporation
P.O. Box 1029
Grand Junction, Colorado 81502

Dear Mr. Haubold:

Re: Ammendment Approval, Water Evaporation Pond for Mine Water
Discharge, M/037/027, Wilson - Silverbell Mine, San Juan County,
Utah

This letter is to confirm the verbal approval given in June, 1987 for the building of a new 6.8 acre water evaporation pond at the Wilson - Silverbell Mine. The total acreage permitted under the approved notice of intention is now 38.8 acres.

As I indicated to you, the reclamation contract amount of \$142,280 does not have to be updated at this time. The mine has not expanded significantly in the past three years and contractor rates have remained relatively stable. An updated bond policy for the mineral's program is enclosed for your general information.

Please keep us updated on the status of the old pond areas. It is my understanding that you are going to check with the land owners and determine what reclamation work that they will require. The Division will usually approve ponds as a post mining land use if they are well constructed and serve a useful purpose. We will, however, require that any contaminated sediments in these old pond areas be properly disposed of.

Please contact me or Holland Shepherd if you should have any questions or need additional information.

Sincerely,

Frank J. Filas
Engineer

cc: Holland Shepherd
Lowell Braxton
1068R-93